



DRINKING WATER STATE REVOLVING FUND

**2018-19 INTENDED USE PLAN
JUNE 19, 2018
ITEM 3**

KEY FEATURES

- ❖ **FUNDING TARGET = \$715 M**
 - INCLUDES 17/18 CAPACITY
 - SUSTAINABLE LENDING CAPACITY ~ \$420 M/YEAR
- ❖ **FUNDABLE LIST**
 - SMALL DISADVANTAGED/SEVERELY DISADVANTAGED COMMUNITIES (DAC/SDAC) AUTOMATICALLY FUNDABLE
 - STAGED FOR PROP 68
 - DEPUTY DIR. MAY BYPASS OR ADD OTHERS IF FUNDING TARGET ALLOWS
- ❖ **MAINTAINS SMALL DAC/SDAC PRINCIPAL FORGIVENESS (PF)/GRANT GUIDELINES FOR PROP 68**
- ❖ **FOR-PROFIT, PRIVATELY-OWNED PUBLIC WATER SYSTEM (PWS) ELIGIBLE FOR PF**
 - RECENT CHANGE IN STATE STATUTE
- ❖ **DWSRF MAY PROVIDE 100% PF FOR PLANNING**
 - PROP 1 FUNDING COMMITTED
 - LOAN AFFORDABILITY ANALYSIS REQUIRED FOR CONSTRUCTION FINANCING
- ❖ **PF/GRANT PER CONNECTION**
 - >\$45,000 REQUIRES STATE WATER BOARD APPROVAL (INCREASED FROM \$30,000)

COMMENTS AND CHANGES

- ❖ **PRIVATELY-OWNED PWS NOT SERVING DAC SHOULD BE ELIGIBLE FOR 30 YEAR FINANCING**
 - NOT ALLOWED BY FEDERAL RULES
- ❖ **RETROACTIVE CONSTRUCTION ELIGIBILITY**
 - CONSISTENT WITH CWSRF IUP
 - ONLY APPLICABLE IF FUNDABLE
 - AT THE APPLICANT'S RISK
- ❖ **PRIVATE LATERALS ELIGIBLE FOR FUNDING**
 - PWS ACTS AS PASS-THROUGH ENTITY
 - PWS SECURES REPAYMENT IF LOAN FUNDED

IMPLEMENTATION & SCHEDULE

Item	Date
30-Day Public Comment	April 19 – May 19
Board Meeting	June 19, 2018
Finalize Cap Grant Application to EPA	July 1, 2018
Policy Amendment	
○ Coverage and Financial Requirements	August 2018
Execute All 18-19 Fundable Agreements	June 30, 2019

THANK YOU

